

# SENATE MOTION

**MADAM PRESIDENT:**

**I move** that Senate Bill 1 be amended to read as follows:

- 1 Delete the title and insert the following:
- 2 A BILL FOR AN ACT to amend the Indiana Code concerning
- 3 taxation and to make an appropriation.
- 4 Page 2, between lines 24 and 25, begin a new paragraph and insert:
- 5 "SECTION 2. IC 6-1.1-3-7.3 IS ADDED TO THE INDIANA CODE
- 6 AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
- 7 1, 2014]: **Sec. 7.3. (a) As used in this section, "replacement grant"**
- 8 **refers to a replacement grant determined under subsection (c).**
- 9 **(b) The department of local government finance shall before**
- 10 **May 1 of 2016 and each year thereafter determine for each**
- 11 **political subdivision the result of:**
  - 12 **(1) the amount of property taxes paid in 2015 to the political**
  - 13 **subdivision on business personal property (as defined in**
  - 14 **section 7.2(b) of this chapter) by all businesses that filed an**
  - 15 **exemption certification under section 7.2(d) of this section for**
  - 16 **the assessment date in the calendar year preceding the year in**
  - 17 **which the determination is made; divided by**
  - 18 **(2) the total amount of the property taxes imposed by the**
  - 19 **political subdivision (after the application of credits under**
  - 20 **IC 6-1.1-20.6) for the year in which the determination is**
  - 21 **made.**
  - 22 **(c) If the result of the determination under subsection (b) is**
  - 23 **greater than twenty percent (20%) for a political subdivision for**
  - 24 **a particular year, the political subdivision is entitled to a**
  - 25 **replacement grant for the year equal to:**
    - 26 **(1) the result of:**
      - 27 **(A) the percentage determined under subsection (b); minus**
      - 28 **(B) twenty percent (20%); multiplied by**

1           **(2) the total amount of the property taxes imposed by the**  
2           **political subdivision (after the application of credits under**  
3           **IC 6-1.1-20.6) for that year.**

4           **The department of local government finance shall certify to the**  
5           **auditor of state the total amount of replacement grants that**  
6           **political subdivisions are entitled to for a particular year.**

7           **(d) The auditor of state shall before June 1 of 2016 and each**  
8           **year thereafter distribute to the county auditor an amount equal**  
9           **to the total amount of replacement grants that political**  
10          **subdivisions in the county are entitled to for the year. The amount**  
11          **necessary for the auditor of state to make the distribution of**  
12          **replacement grants is appropriated from the general fund. The**  
13          **budget agency shall allot these amounts to the department without**  
14          **any reduction. The county auditor shall distribute the appropriate**  
15          **amount of replacement grants to political subdivisions in the**  
16          **county that are entitled to a replacement grant for that year. Any**  
17          **replacement grant received by a political subdivision shall be**  
18          **deposited in the political subdivision's general fund.".**

19          Renumber all SECTIONS consecutively.

            (Reference is to SB 1 as printed January 24, 2014.)

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Senator SKINNER